

## Cedar Glen Project Area

### DESCRIPTION OF MAJOR SERVICES

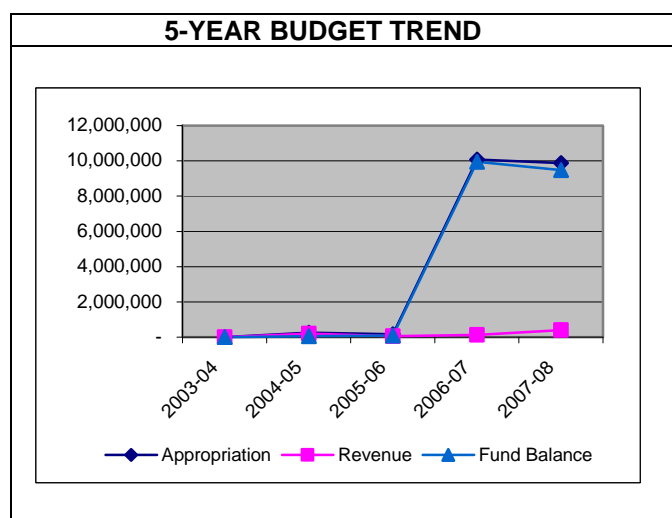
In 2004, the *Cedar Glen Disaster Recovery Project Area* (Cedar Glen), consisting of 837 acres, was adopted to assist with the rebuilding of the community that was destroyed by the 2003 Old Fire.

Included in this project area are housing funds, which are used to conserve and/or expand the supply of affordable housing to low and moderate-income households. Based on regulations, 20% of the gross tax increment revenues are set aside and used for affordable housing.

Initial plan preparation and operating expenses were funded through a \$75,000 loan from the Speedway Project Area and subsequent loans from the county general fund of \$365,000. In addition, in December of 2005, the Board of Supervisors approved a loan of \$10.0 million from the county general fund to Cedar Glen to begin the water and road improvements. The loans will be repaid when the project area generates sufficient tax increment revenues or other financing is available.

There are no budgeted positions assigned to this project area, however administrative and staffing costs are allocated to this project area based upon time studies.

### BUDGET HISTORY



### PERFORMANCE HISTORY

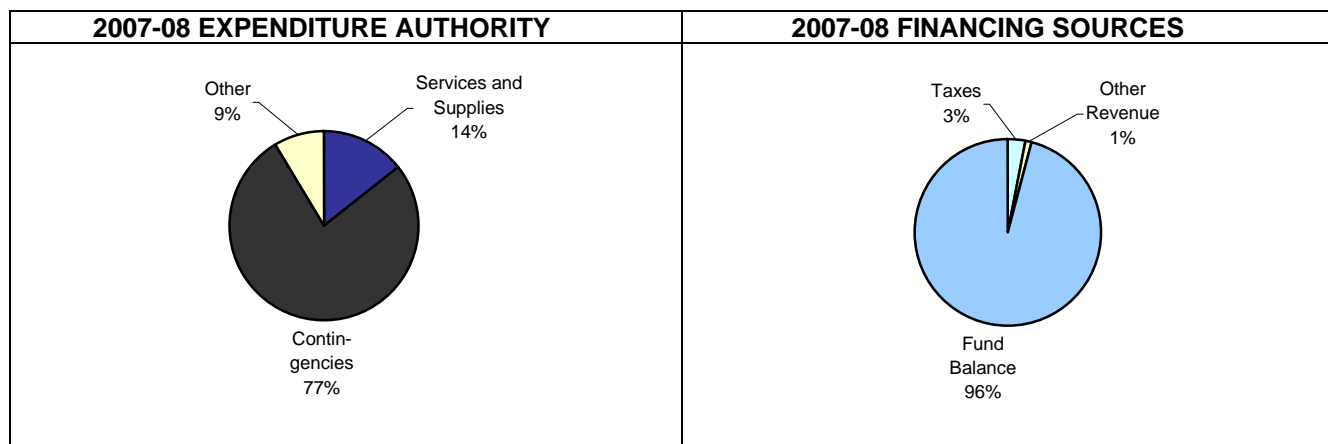
	2003-04 Actual	2004-05 Actual	2005-06 Actual	2006-07 Modified Budget	2006-07 Actual
Appropriation	28,576	156,767	430,300	10,073,190	1,267,592
Departmental Revenue	75,226	293,426	10,297,254	119,000	788,348
Fund Balance				9,954,190	

In accordance with section 29009 of the State Government Code, the entire unreserved fund balance must be appropriated each year. Accordingly, expenditures in these funds are typically less than budget. The amount not expended in 2006-07 has been re-appropriated in the 2007-08 budget. As required by the loan terms, \$7.6 million of the loan proceeds are in contingencies for future approved projects.

Actual 2006-07 agency revenue was greater than budgeted in 2006-07. Both tax increment revenues and interest revenues were greater than anticipated.



## ANALYSIS OF FINAL BUDGET



GROUP: Economic Development  
DEPARTMENT: Redevelopment Agency  
FUND: Cedar Glen Disaster Project Area

BUDGET UNIT: SPK, SPL, DBT  
FUNCTION: General  
ACTIVITY: Other General

	2003-04 Actual	2004-05 Actual	2005-06 Actual	2006-07 Actual	2006-07 Final Budget	2007-08 Final Budget	Change From 2006-07 Final Budget
<b>Appropriation</b>							
Services and Supplies	2,787	111,473	107,747	60,101	1,400,420	1,425,851	25,431
Land and Improvements	-	-	-	311,076	370,420	59,454	(310,966)
Transfers	25,789	45,294	310,553	896,415	368,650	392,595	23,945
Contingencies	-	-	-	-	7,600,000	7,600,000	-
Total Appropriation	28,576	156,767	418,300	1,267,592	9,739,490	9,477,900	(261,590)
Operating Transfers Out	-	-	12,000	-	333,700	400,295	66,595
Total Requirements	28,576	156,767	430,300	1,267,592	10,073,190	9,878,195	(194,995)
<b>Departmental Revenue</b>							
Taxes	-	-	240,367	672,985	112,200	296,250	184,050
Use of Money and Prop	226	3,426	80,965	454,480	6,800	107,000	100,200
State, Fed or Gov't Aid	-	-	634	1,705	-	-	-
Current Services	-	-	(2,057)	(3,305)	-	-	-
Other Revenue	-	-	(109,655)	(337,517)	-	-	-
Other Financing Sources	-	-	10,075,000	-	-	-	-
Total Revenue	226	3,426	10,285,254	788,348	119,000	403,250	284,250
Operating Transfers In	75,000	290,000	12,000	-	-	-	-
Total Financing Sources	75,226	293,426	10,297,254	788,348	119,000	403,250	284,250
Fund Balance					9,954,190	9,474,945	(479,245)

Services and supplies of \$1,425,851 primarily represent undesignated fund balance carried over from previous years for future projects and/or improvements. Services and supplies increased by \$25,431 primarily due to the reduction of land and improvement costs.

The decrease in land and improvements by \$310,966 represents the amount that was estimated to be spent in 2006-07 on purchases of land in Cedar Glen. The remaining balance of \$59,454 has been carried over to 2007-08.

Transfers of \$392,595 represent administrative fees to the Speedway administrative fund. Increases of \$23,945 are associated with increased administrative costs.

Contingencies of \$7,600,000 are necessary because, per the Cedar Glen loan agreement, the Board of Supervisors must approve all additional projects utilizing the loan funds. Upon approval of additional projects, the funds will be transferred to the appropriate expenditure category for use.

Operating transfers out of \$400,295 include transfers to the Special Districts Department for road and water projects.

Departmental revenue of \$403,250 includes funding from projected tax increment as well as revenue from interest.

